

Message Text

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PAGE 01 OTTAWA 07686 242121Z
ACTION EB-08

INFO OCT-01 EUR-12 ISO-00 FEA-01 AGRE-00 CEA-01
CIAE-00 COME-00 DODE-00 FRB-03 H-01 INR-07 INT-05
L-03 LAB-04 NSAE-00 NSC-05 PA-01 AID-05 SS-15
STR-04 ITC-01 TRSE-00 USIA-06 PRS-01 SP-02 OMB-01
/087 W

-----039921 250509Z /23

R 242112Z AUG 77
FM AMEMBASSY OTTAWA
TO SECSTATE WASHDC 4530
INFO AMCONSUL MONTREAL
ALL OTHER AMCONSULS IN CANADA (POUCH)

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E.O. 11652:N/A
TAGS: ECON, CA
SUBJECT: CANADIAN INDUSTRIAL PRODUCTION: WEAK SECOND
QUARTER.

1. THE INDUSTRIAL PRODUCTION INDEX FOR JUNE ROSE 0.3 PER-
CENT TO 125.1 (1971 EQUALS 100) FROM A REVISED 124.7 IN
MAY. GROWTH CAME IN MINING AND UTILITIES, WHILE MANUFAC-
TURING SHOWED LITTLE CHANGE.

2. THE INDUSTRIAL PRODUCTION INDEX AVERAGE FOR THE SECOND
QUARTER WAS 124.5, ONLY 0.4 PERCENT ABOVE THE FIRST QUARTER,
AN ANNUALIZED RATE OF GROWTH OF ABOUT 1.6 PERCENT. THIS
COMPARES TO INDUSTRIAL PRODUCTION GROWTH OF 2.1 PERCENT IN
THE FIRST QUARTER -- WHEN REAL GNP ROSE 1.3 PERCENT -- AND
A 0.7 PERCENT INCREASE IN THE INDEX IN THE FOURTH QUARTER
OF 1976 OVER THE PREVIOUS QUARTER WHEN REAL GNP ACTUALLY
DROPPED SLIGHTLY.

3. THIS WEAK SHOWING FOR INDUSTRIAL PRODUCTION IN THE
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PAGE 02 OTTAWA 07686 242121Z

SECOND QUARTER DOES NOT BODE WELL FOR PRELIMINARY FIGURES .
ON SECOND QUARTER REAL DOMESTIC PRODUCT AND GNP WHICH ARE
SCHEDULED TO BE RELEASED SOON. ALTHOUGH THE MAIN SOURCE
OF STRENGTH IN THE ECONOMY HAS BEEN EXPORTS, NET EXPORTS
IN THE SECOND QUARTER WERE BELOW THOSE IN THE FIRST. INDI-
CATORS AVAILABLE SO FAR RELATED TO CONSUMPTION HAVE BEEN
WEAK IN THE SECOND QUARTER, WHILE INVESTMENT AND GOVERNMENT

SPENDING WILL NOT BE A SOURCE OF STRENGTH. AVAILABLE EVIDENCE THUS TENDS TO CONFIRM RUMORS THAT SECOND QUARTER GNP FIGURES FOR CANADA WILL BE QUITE POOR, SHOWING QUITE SLOW OR POSSIBLY SLIGHTLY NEGATIVE REAL GROWTH. ENDERS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INDUSTRIAL PRODUCTION, QUARTERLY REPORTS
Control Number: n/a
Copy: SINGLE
Sent Date: 24-Aug-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977OTTAWA07686
Document Source: CORE
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Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770306-1013
Format: TEL
From: OTTAWA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770829/aaaaaxtt.tel
Line Count: 66
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1a2e1054-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
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Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 12-Apr-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1500648
Secure: OPEN
Status: NATIVE
Subject: CANADIAN INDUSTRIAL PRODUCTION: WEAK SECOND QUARTER.
TAGS: ECON, CA
To: STATE
Type: TE
vdkgvwkey: odbs://SAS/SAS.dbo.SAS_Docs/1a2e1054-c288-dd11-92da-001cc4696bcc
Review Markings:
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